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Reg.

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Chief, St/I/R (Attention: [REDACTED])

1 October 1958

THRU : Chief, D/S  
Acting Chief, S/TD

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Requirement for [REDACTED]

BACKGROUND

The Free World has liberalized its strategic trade control policy toward Poland to the point where Poland is now receiving materials which are embargoed to all other Bloc destinations. These commodities are shipped only under the condition that they are reasonable and necessary for Poland's domestic civilian economy and will not be re-exported to other Sino-Soviet Bloc countries. A partial list of strategic commodities many of which are moving under this liberalized procedure follows:

boron	nickel
lithium	titanium
airborne communications equipment	tantalum
line communications equipment	columbium
quartz crystals	germanium
mercury	molybdenum
transistors	bearings
electronic tubes	synthetic lube oils and
electronic equipment	greases
gyro-compasses	heat exchangers
aviation fuel	rotary drilling equipment
tetraethyl lead	tungsten and molybdenum wire
cobalt	poly-styrene film

REQUIREMENT

1. Are strategic commodities which are being exported to Poland by the Free World being utilized only in their civilian economy? If not, what military or military supporting industries are utilizing them?
2. Are any of these strategic commodities being re-exported to other Sino-Soviet Bloc countries? If so, provide all details possible as to origin, quantity, specifications, price, method of shipment, Polish Ministry and department concerned, country of destination, etc.
3. What procedures are adopted by Poland to prevent the re-exportation of Western strategic commodities? What Ministry or department has this responsibility?

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4. Are the strategic commodities imported from the Free World being stockpiled or are they consumed in current production? If stockpiled, is any distinction made between civilian and military reserves or withdrawals?

5. Provide information on the economic, political, and psychological impact of the present Free World liberalized trade policy toward Poland.

#### BACKGROUND

In addition to information regarding disposition of strategic commodities legally exported from the West to Poland, we are interested in information concerning clandestine trade in commodities that may be moving to Poland or through Poland to other Bloc countries in violation of Free World strategic trade controls.

#### REQUIREMENT

1. Provide information on any clandestine movement of strategic materials to or through Poland.
2. Is Poland acting as a procurement agency or transshipment point for any other Sino-Soviet Bloc country?
3. Provide information on movements of any U. S. commodities through Poland to Communist China.

#### BACKGROUND

The Chinese-Polish Shipbrokerage Corporation (Chipolbrok) is actively engaged in the shipping trade between Poland and China. Details on its ownership and operation are of interest.

#### REQUIREMENT

1. What percentage of Chipolbrok stock is owned by Poland, Communist China and/or other countries?
2. Does the company own as well as operate ships?
3. If the company operates the vessels but does not own them, does China own some of the vessels which are under Polish flag operating on the China run?

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4. If Poland owns all of them, are they under a long term charter to the Chinese or the Chipolbrook?
5. If China actually owns some of the vessels operating under Polish flag on the China run, which ones?
6. Is there any relationship between Polfracht (Polish Chartering Agency) and Chipolbrook?
7. Under what payments arrangements do Polish vessels on the China run operate?
  - a. Are financial accounts between the Chinese and Poles settled in Free World currency, Bloc currency or both?
  - b. If financial accounts are settled in both currencies, specify the percentage of each.
  - c. How are freight payments handled?

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(Concurred in by S/TR/ [REDACTED])